

**Morning Mantra 2<sup>nd</sup> March, 2016**

**The Indian markets are likely to be sanguine and there could be another strong opening with indices extending their gains on jubilant global cues.**

The Revenue Secretary Hashmukh Adhia has said that the Budget has attempted to make domestic industry competitive, fuel demand and create jobs. He added that new cesses and duty hikes may have made cars and garments costlier but Finance Minister Arun Jaitley's focus in the Budget 2016-17 was job creation and making taxation simpler, not resource mobilization.

The auto sales numbers for the month of February will keep the auto stocks buzzing.

The Aviation stocks are likely to witness some pressure, as the Aviation Turbine Fuel (ATF), or jet fuel, price has been hiked by 12%, and the hike follows three consecutive price reductions.

**Nifty Levels**

<b>Close</b>	7222			
<b>Support</b>	7170	7110	7065	7010
<b>Resistance</b>	7265	7300	7350	7390

**Global Indices –1<sup>st</sup> March, 2016**
**Institutional Activities – 1<sup>st</sup> March, 2016**

<b>Dow</b>	+348.58(+2.11%)	<b>FII Cash</b>	+1760.98crs
Nasdaq	+131.65(+2.89%)	<b>DII Cash</b>	+317.02crs
S&P500	+46.12(+2.39%)	<b>FII F&amp;O</b>	+6153.01crs
<b>SGX Nifty (Today)</b>	+108.50(+1.48%)		

**US. Markets**

The US markets bounced back on some upbeat economic data in last session. While the Institute for Supply Management showed a bigger than expected increase, the Commerce Department showed a notable increase in construction spending in the month of January.

**Other Information**

The Asian markets have extended their jubilation with a strong start, led by the surge in Japanese markets of over 4% gains. The Chinese market too was trading higher despite the yuan weakening after China's central bank lowered the currency's reference rate and Moody's Investors Service cut the outlook on the nation's credit rating.

NY Crude Oil \$34.06/barrel                      Rs./\$ - 67.74

**F&O Ban**

NIL

**Corporate/Media News**

**Cipla** has transferred its consumer healthcare business to its arm Cipla Health Ltd., with effect from the close of business hours on February 29, 2016.

**Hero MotoCorp** posted a healthy 13% growth in February. The company sold 5,50,992 units of two-wheeler in February 2016, as compared to 484,769 units in the corresponding month last year.

**Wipro** has completed its USD 460-million acquisition of HealthPlan Services earlier than expected.

**Tata Motors** increased prices of its passenger vehicles by up to Rs 35,000 with immediate effect to offset the impact of infrastructure cess proposed in the Budget 2016-17.

**BHEL:** The Tamil Nadu Government has handed over the Letter of Award (LOA) for setting up of the Main Plant Package for the 2X800 mega watt (Mw) Uppur Supercritical Thermal Power Project. The order is valued at around Rs 5,600 crores.

**Siemens India** has informed BSE that a meeting of the Board of Directors will consider a sale of the Company's Healthcare undertaking to a subsidiary of Siemens AG.

**IRB Infrastructure Developers Ltd:** The company which recently won the bid to build South Asia's longest tunnel road in Jammu and Kashmir, said on Tuesday the government has cancelled the award without mentioning any reason, said a media report.

**TVS Motor Company** reported a 7.3% increase in total sales at 2,19,467 units in February.

**Kotak Mahindra Bank Ltd:** Japanese multinational Sumitomo Mitsui Banking Corp (SMBC) offloaded stake worth Rs 2,068.81 crores in Kotak Mahindra Bank through open market transactions.

**SBI, ICICI Bank:** Indian banks will receive about Rs 4,000 crores from the sale of Jaiprakash Associates' cement units to UltraTech Cement. Lenders such as SBI, IDBI Bank and ICICI Bank played an active role in the sale of the cement plants.

**Gammon Infrastructure** has completed the first tranche of stake sale in nine projects on approval from National Highways Authority of India (NHAI) and lenders.

**Coal India Ltd:** A tax on dividend earned, as proposed in the Union Budget, might result in Coal India paying additional monies to the government on top of the dividend it already pays to the Centre, which is its promoter.

#### Fundamental Calls

<u>Scripts</u>	<u>Initiation Date</u>	<u>Initiation price (Rs.)</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>
Suven Life Science	06-Aug-14	122.00	182.20	350.00
<b>GoodLuck Steel</b>	<b>03-Dec-14</b>	<b>76.15</b>	<b>82.70</b>	<b>120.00</b>
<b>Nandan Denim</b>	<b>18-Apr-15</b>	<b>77.60</b>	<b>120.20</b>	<b>180.00</b>
Uflex	04-May-15	119.00	141.60	240.00
Vindhya Telelink	03-July-15	726.25	614.00	1000.00
IG Petrochemicals	21-July-15	114.00	85.20	180.00
<b>Tinplate Company of India</b>	<b>29-July-15</b>	<b>66.00</b>	<b>59.45</b>	<b>90.00</b>
<b>Rural Electrification Corp.</b>	<b>17-Aug-15</b>	<b>259.25</b>	<b>159.60</b>	<b>337.00</b>
Aksh Optifibre	22-Aug-15	19.40	12.90	40.00
GIC Housing Finance	31-Oct-15	199.00	202.80	280.00
Sutlej Textiles	04-Nov-15	451.20	427.80	645.00
Transpek Industry	07-Dec-15	375.50	368.00	488.00
Star Paper Mills	12-Dec-15	34.30	32.60	48.00
Kalyani Steel	18-Dec-15	173.30	137.40	225.30
KNR Constructions	24-Dec-15	582.50	500.00	728.00
<b>J B Chemicals &amp; Pharma</b>	<b>04-Jan-15</b>	<b>279.15</b>	<b>259.30</b>	<b>362.90</b>
The Great Eastern Shipping Co.	09-01-16	368.70	280.50	479.30
<b>Lloyd Electric and Engineering</b>	<b>15-01-16</b>	<b>243.30</b>	<b>193.00</b>	<b>340.00</b>
Lumax Auto Technologies	27-01-16	333.00	299.80	460.00
Alembic Pharma	29-01-16	617.75	628.75	800.00
<b>State Bank of Bikaner &amp; Jaipur</b>	<b>13-02-16</b>	<b>460.00</b>	<b>465.20</b>	<b>598.00</b>
<b>Pricol</b>	<b>20-02-16</b>	<b>50.00</b>	<b>43.25</b>	<b>75.00</b>

<b>Technical Calls</b>			
<b><u>Scripts</u></b>	<b><u>CMP (Rs.)</u></b>	<b><u>TGT(Rs.)</u></b>	<b><u>SL(Rs.)</u></b>
<b><u>BUY</u></b>			
TCS	2276	2380	2240
INDIA CEM	69.6	73	66.8
<b><u>SELL</u></b>			
BIOCON	470	460	474

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